



Panamax Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Panamax July 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,850		Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Price is below the daily pivot USD 15,716
- Technically bearish yesterday, the futures were trading just below the weekly pivot level (USD 15,475), a close below this level would warn that support levels could come under pressure. Momentum was conflicting, as the RSI was below 50 whilst the stochastic was overbought, warning we could move lower. However, the MA on the RSI implied that momentum was supported. The futures had moved higher on the back of a 1-hour divergence with the RSI, having held the daily 200-period MA support zone. For this reason, we remained cautious on downside breakouts below USD 14,875, as they could struggle to hold.
- The futures closed back above the weekly pivot level resulting in the futures closing the day near their highs. We are flat to the close this morning with price above the 8-21 period EMA's with the RSI neutral at 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 15,716 with the RSI at or below 44 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below the USD 16,466 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish; momentum continues to conflict, as the MA implies it is supported whilst, the RSI is neutral with the stochastic in overbought territory. If the RSI moves above 50, then the stochastic will be considered as less relevant. We are trading on the 55-period EMA (USD 15,893), a rejection of the average will warn that support levels could come under pressure. However, a close above that holds above the EMA will further support a buyer's argument, above USD 16,211 the probability of the futures trading to a new low will start to decrease. As noted previously, we remain cautious on downside moves due to the support zone/200-period MA. However, right now, we are at a resistance zone (roughly highlighted in the red box), leaving us vulnerable to an intraday pullback. The market is now waiting to see if the index will turn today, having seen a slowdown yesterday.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com